

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 7678
BILL NUMBER: SB 441

DATE PREPARED: Jan 6, 1999
BILL AMENDED:

SUBJECT: Technology funding for local schools.

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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

STATE IMPACT	FY 1999	FY 2000	FY 2001
State Revenues			
State Expenditures		30,000,000	30,000,000
Net Increase (Decrease)		(30,000,000)	(30,000,000)

Summary of Legislation: This bill appropriates \$30 million from the Build Indiana Fund to the Indiana Technology Fund for education technology grant projects in each year of the biennium.

Effective Date: July 1, 1999.

Explanation of State Expenditures: This noncode bill appropriates \$30 million from the Build Indiana Fund (BIF) to the Indiana Technology Fund in both FY 2000 and FY 2001 for grants for authorized technology projects.

There are two accounts within the BIF: the Lottery and Gaming Surplus Account (LGSA) and the State and Local Capital Projects Account (SLCPA). Surplus lottery revenue, as well as revenue from the riverboat wagering tax, the parimutuel wagering tax, and charity gaming is deposited in the LGSA. A statutorily-determined amount of revenue in the LGSA is transferred each year to the Motor Vehicle Excise Tax Replacement Account (MVETRA) within the state General Fund. A portion of money remaining in the LGSA is then transferred to the SLCPA. Under this bill, \$30 million would be transferred to the Indiana Technology Fund in FY 2000 and FY 2001 after money is transferred to MVETRA. Money in the Indiana Technology Fund at the end of each state biennium reverts to the SLCPA.

Based on projected lottery and gaming revenue to be deposited in the LGSA, there should be enough money in the BIF in FY 2000 and FY 2001 to cover the transfers to MVETRA and the Indiana Technology Fund, with money remaining for state and local projects. Therefore, no state General Fund appropriation will be necessary.

In addition, \$22 million was appropriated to the Indiana Technology Fund from the BIF in both FY 98 and FY 99.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: This noncode bill appropriates \$30 million from the BIF to the Indiana Technology Fund in both FY 2000 and FY 2001 for grants for authorized technology projects. School corporations would be eligible for the grants.

State Agencies Affected: Department of Education; Treasurer of State; State Budget Agency.

Local Agencies Affected: School Corporations.

Information Sources: State Budget Agency.